



City Of Raleigh
NORTH CAROLINA

June 18, 2014

Joint Legislative Committee on Local Government
North Carolina General Assembly
Legislative Building
16 West Jones Street
Raleigh, North Carolina 27601
Attention: Committee Chairs and Committee Assistant

Fiscal Research Division
North Carolina General Assembly
Legislative Office Building
300 North Salisbury Street, Suite 619
Raleigh, North Carolina 27603-5925


Re: Financing of Parks and Recreational Facilities Bonds by the City of Raleigh,
North Carolina

Ladies and Gentlemen:

In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, as amended, the City of Raleigh, North Carolina (the "City") hereby notifies you of its intent to issue general obligation bonds pursuant to The Local Government Bond Act, Article 4 of Chapter 159 of the General Statute of North Carolina, as amended, in an aggregate principal amount not to exceed of \$91,775,000 for the purpose of providing funds, together with any other available funds, for improving and expanding the existing parks and recreational facilities of said City and acquiring and constructing new parks and recreational facilities of said City, inside and outside its corporate limits, including, without limitation, the acquisition of land and rights of way and the furnishing of incidental facilities and equipment. The issuance of bonds would be subject to voter approval at a bond referendum anticipated to be held on November 4, 2014. Subject to voter approval, the bonds would be secured by the full faith and credit and taxing power of the City, without limitation as to rate or amount, and the City would expect to pay the debt service on the bonds from general fund revenues of the City.

Subject to voter approval, the bonds are expected to be sold by the North Carolina Local Government Commission by competitive sale pursuant to a public offering of the bonds. It is not certain at this time when the bonds will be sold or if they will all be sold at one time. Pursuant to state statute, the City will have up to seven years to issue all of the bonds. If the bonds are competitively sold, the interest rate on the bonds will be the lowest true interest rate bid for the bonds at the time the bonds are sold.

CITY OF RALEIGH, NORTH CAROLINA

By: _____
Chief Financial Officer

cc: Local Government Commission



City Of Raleigh
NORTH CAROLINA

June 18, 2014

Joint Legislative Committee on Local Government
North Carolina General Assembly
Legislative Building
16 West Jones Street
Raleigh, North Carolina 27601
Attention: Committee Chairs and Committee Assistant

Fiscal Research Division
North Carolina General Assembly
Legislative Office Building
300 North Salisbury Street, Suite 619
Raleigh, North Carolina 27603-5925

Re: Financing of Critical Public Safety Facilities and Fire Station Facilities by City of Raleigh, North Carolina

Ladies and Gentlemen:

In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, as amended, the City of Raleigh, North Carolina (the "City") hereby notifies you of its intent to issue limited obligation bonds (the "Bonds") pursuant to Section 160A-20 of the General Statutes of North Carolina, as amended, to finance the cost of (a) certain critical public safety facilities and fire station facilities and (b) pay certain other costs associated with the sale and issuance of the Bonds. The City anticipates that the Bonds will be issued in an amount not to exceed \$75,000,000. The City's obligations with respect to the Bonds will be secured pursuant to a Trust Agreement, dated as of October 1, 2013 (the "Trust Agreement"), between the City and U.S. Bank National Association, as trustee (the "Trustee"), and a Second Supplemental Trust Agreement, to be dated on or about August 1, 2014, supplementing the Trust Agreement (the "Second Supplemental Trust Agreement" and, together with the Trust Agreement, the "Trust Agreements"), between the City and the Trustee. In connection with the execution and delivery of the Trust Agreement, the City entered into a Deed of Trust, dated as of October 1, 2013 (the "Deed of Trust"),

granting a lien of record on the site of the City's downtown remote operations facility and all improvements and fixtures located and to be located thereon. In order to provide additional security for its obligations under the Trust Agreements including its obligations with respect to the Bonds, the City will execute and deliver a First Supplemental Deed of Trust supplementing and amending the Deed of Trust to provide that the site of the critical public safety improvements being financed with proceeds of the Bonds (and the improvements thereon) will become subject to the lien of the Deed of Trust.

It is expected that the proposed Bonds will have a term of approximately 25 years. Such Bonds are expected to be sold by private negotiated sale to a group of underwriters pursuant to a public offering on or about August 14, 2014, at which time the interest rate shall be determined for the Bonds.

The City anticipates that the North Carolina Local Government Commission will consider approval of the issuance and sale of the Bonds at its meeting scheduled for August 5, 2014.

CITY OF RALEIGH, NORTH CAROLINA

By: _____



Chief Financial Officer

cc: Local Government Commission